

Stock Index Performance

Index	Week	YTD	12-mo.	2008	5-yr
Dow Jones Industrial Avg. (9172)	0.86%	6.56%	-16.61%	-31.92%	0.53%
S&P 500 (987)	0.87%	10.97%	-19.96%	-36.99%	-0.14%
NASDAQ 100 (1603)	0.28%	32.88%	-12.68%	-41.57%	3.25%
S&P 500/Citigroup Growth	-0.03%	14.84%	-16.43%	-34.91%	0.43%
S&P 500/Citigroup Value	1.89%	6.89%	-23.65%	-39.19%	-0.82%
S&P MidCap 400/Citigroup Growth	0.63%	21.79%	-20.49%	-37.58%	3.40%
S&P MidCap 400/Citigroup Value	1.50%	14.17%	-20.08%	-34.78%	2.69%
S&P SmallCap600/Citigroup Growth	1.17%	13.11%	-20.41%	-32.84%	2.71%
S&P SmallCap600/Citigroup Value	2.19%	9.08%	-18.41%	-29.50%	1.81%
MSCI EAFE	2.77%	17.81%	-22.60%	-43.07%	4.80%
MSCI World (ex US)	2.58%	25.06%	-21.33%	-43.26%	7.08%
MSCI World	1.70%	15.36%	-21.61%	-40.39%	2.35%
MSCI Emerging Markets	2.50%	51.31%	-16.84%	-53.49%	17.60%

Source: Bloomberg. Returns are total returns. The 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 7/31/09.

S&P Sector Performance

Index	Week	YTD	12-mo.	2008	5-yr
Consumer Discretionary	1.24%	18.86%	-9.35%	-33.49%	-2.29%
Consumer Staples	0.27%	4.50%	-7.70%	-15.44%	5.13%
Energy	-1.50%	2.20%	-28.96%	-34.89%	10.41%
Financials	4.47%	5.17%	-37.54%	-55.23%	-11.64%
Health Care	0.05%	6.09%	-10.80%	-22.80%	1.14%
Industrials	2.72%	2.83%	-29.74%	-39.92%	-2.07%
Information Technology	0.02%	36.32%	-9.70%	-43.14%	1.78%
Materials	1.37%	29.07%	-27.80%	-45.64%	4.22%
Telecom Services	1.71%	0.88%	-9.92%	-30.47%	2.42%
Utilities	-1.85%	2.10%	-20.56%	-28.99%	7.58%

Source: Bloomberg. Returns are total returns. The 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 7/31/09.

Bond Index Performance

Index	Week	YTD	12-mo.	2008	5-yr
U.S. Treasury: Intermediate	0.32%	-2.05%	5.95%	11.35%	4.86%
GNMA 30 Year	0.53%	3.55%	9.67%	7.87%	5.83%
U.S. Aggregate	0.93%	3.54%	7.85%	5.24%	5.14%
U.S. Corporate High Yield	2.46%	38.37%	4.94%	-26.16%	5.29%
U.S. Corporate Investment Grade	2.49%	12.99%	9.14%	-4.94%	4.45%
Municipal Bond: Long Bond (22+)	0.48%	13.69%	0.05%	-14.68%	3.37%
Global Aggregate	0.81%	3.77%	4.89%	4.79%	6.00%

Source: Barclays Capital. Returns are total returns. The 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 7/31/09.

Key Rates

As of 7/31

Fed Funds	0.00-0.25%	5-yr CD	2.79%
LIBOR (1-month)	0.29%	2-yr T-Note	1.11%
CPI - Headline	-1.40%	5-yr T-Note	2.51%
CPI - Core	1.70%	10-yr T-Note	3.48%
Money Market Accts.	1.21%	30-yr T-Bond	4.29%
Money Market Funds	0.10%	30-yr Mortgage	5.33%
6-mo. CD	1.41%	Prime Rate	3.25%
1-yr CD	1.90%	Bond Buyer 40	5.55%

Sources: Bankrate.com, iMoneyNet.com and Bloomberg.

Market Indicators

As of 7/31

TED Spread	28 bps
Investment Grade Spread (A2)	262 bps
ML High Yield Master II Index Spread	924 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows for the Week Ended 7/22/09

Estimated Flows to Long-Term Mutual Funds

	Current Week	Previous
Domestic Equity	\$438 Million	-\$1.981 Billion
Foreign Equity	\$1.856 Billion	\$1.044 Billion
Taxable Bond	\$6.469 Billion	\$6.063 Billion
Municipal Bond	\$1.697 Billion	\$1.459 Billion

Change in Money Market Fund Assets

	Current Week	Previous
Retail	-\$10.06 Billion	-\$5.06 Billion
Institutional	-\$11.92 Billion	\$14.06 Billion

Source: Investment Company Institute

Factoids for the week of July 27th – July 31st

Monday, July 27, 2009

Wall Street firms just raised their 2010 earnings estimate for the S&P 500 from \$72.54 a share in May to \$74.55, according to Bloomberg. Analysts see earnings in the vicinity of \$59.80 for 2009. Based on the new forecast, the S&P 500 currently trades at 13.13 times estimated profit, well below its 50-year average of 16.54. The index closed last Friday's session at 979.26. It would need to rise to 1,233.06 for the multiple to equal its historic average since 1959.

Tuesday, July 28, 2009

The S&P 500 posted a gain of 11.4% from the close on July 10 through July 24. Over that span, the stocks with the most institutional ownership outperformed those with the least amount, according to Bespoke Investment Group. It broke the S&P 500 into deciles (10 groups of 50 stocks) and found that the top two performing deciles had the highest amount of institutional ownership. They returned 14.3% (top decile by ownership) and 14.7% (decile 2), respectively. The last decile returned 10.4%.

Wednesday, July 29, 2009

Nearly 6.5 million people have lost their jobs at some point over the past 18 months. A study by Right Management, a division of Manpower, found that 18% of laid-off workers who secured new jobs between June 2008 and June 2009 were rehired by the same employer that let them go, up from 13% in 2005, according to CNNMoney.com. Wall Street firms have been known to over-hire and over-fire. The number of U.S. Securities Industry workers hit a record high of 869,600 in June 2008, according to data from the Bureau of Labor Statistics. By the end of 2008 it was down to 840,600. The previous peak was around 837,000 in 2000, right at the start of an extended bear market (3/00-10/02). By 2003, payrolls had declined to 755,000.

Thursday, July 30, 2009

The DJIA has surged to more than 10% above its mean level from the previous 200 days, a huge turnaround from last November when it traded 34% below its 200-day moving average, according to Bloomberg. The index has rallied from at least 10% below its 200-day level to 10% above a total of 21 times since 1921. It posted gains during the next 12 months in 18 of the 21 opportunities, returning an average of 18%.

Friday, July 31, 2009

The S&P 500 began today's session up 10.9% for the year. There are 73 stocks up more than 50%, 15 up more than 100%, and three up over 200% (Tenet Healthcare, XL Capital & Ford Motor), according to Bespoke Investment Group.